



# MINUTES

## REVENUE AND TAXATION INTERIM COMMITTEE

Wednesday, August 21, 2019 | 1:15 p.m. | 445 State Capitol

### Members Present:

Sen. Lincoln Fillmore, Chair  
Sen. Curtis S. Bramble  
Sen. Gene Davis  
Sen. Daniel Hemmert  
Sen. Deidre M. Henderson  
Rep. Stewart E. Barlow  
Rep. Joel K. Briscoe  
Rep. Brad M. Daw  
Rep. Steve Eliason  
Rep. Francis D. Gibson  
Rep. Bradley G. Last  
Rep. Jefferson Moss  
Rep. Val L. Peterson

Rep. Douglas V. Sagers  
Rep. Rex P. Shipp  
Rep. Andrew Stoddard

### Members Absent:

Rep. Robert M. Spendlove, Chair  
Rep. Tim Quinn  
Rep. Norman K. Thurston

### Staff Present:

Mr. Ryan M. Hunter, Policy Analyst  
Mr. Alex R. Janak, Policy Analyst  
Ms. Andrea Valenti Arthur, Associate General Counsel  
Ms. Christine R. Gilbert, Associate General Counsel  
Mr. Jesse Dowdle, Administrative Assistant

Note: A copy of related materials and an audio recording of the meeting can be found at [www.le.utah.gov](http://www.le.utah.gov).

Chair Fillmore called the meeting to order.

## 1 . Committee Business

**MOTION:** Rep. Stoddard moved to approve the minutes. The motion passed with a vote of 11 - 0 - 8.

### Yeas-11

Rep. S. Barlow  
Rep. J. Briscoe  
Sen. G. Davis  
Rep. S. Eliason  
Sen. L. Fillmore  
Rep. F. Gibson  
Sen. D. Henderson  
Rep. V. Peterson  
Rep. D. Sagers  
Rep. R. Shipp  
Rep. A. Stoddard

### Nays-0

### Absent-8

Sen. C. Bramble  
Rep. B. Daw  
Sen. D. Hemmert  
Rep. B. Last  
Rep. J. Moss  
Rep. T. Quinn  
Rep. R. Spendlove  
Rep. N. Thurston

## 2 . Tax Restructuring and Equalization Task Force Update

Rep. Francis D. Gibson gave an update on the progress of the Tax Restructuring and Equalization Task Force

### [2 - Tax Restructuring and Equalization Task Force Update](#)

## 3 . Status Update of 2018 Revenue and Taxation Interim Committee Bills

Alex Janak, Policy Analyst, presented on the status of committee bills from the 2018 Revenue and Taxation Interim Committee and responded to questions.

[3 - Status Update of 2018 Revenue and Taxation Interim Committee Bills](#)**4 . Draft Legislation, "Sales Taxes on Motor Vehicles"**

Christine R. Gilbert, Associate General Counsel, presented Draft Legislation, "Sales Taxes on Motor Vehicles" and responded to questions.

[4 - Sales Tax on Motor Vehicles - 2020FL0348\\_005](#)

John L. Valentine, Commission Chair, Utah State Tax Commission, spoke to the bill and answered questions from the committee.

Jason Bickmore, New Car Dealers of Utah, spoke in gratitude to the bill.

**MOTION:** Rep. Eliason moved to pass out "Sales Taxes on Motor Vehicles" with a favorable recommendation. The motion passed with a vote of 11 - 0 - 8.

Yeas-11

Rep. S. Barlow  
Sen. C. Bramble  
Rep. J. Briscoe  
Sen. G. Davis  
Rep. B. Daw  
Rep. S. Eliason  
Sen. L. Fillmore  
Rep. V. Peterson  
Rep. D. Sagers  
Rep. R. Shipp  
Rep. A. Stoddard

Nays-0Absent-8

Rep. F. Gibson  
Sen. D. Hemmert  
Sen. D. Henderson  
Rep. B. Last  
Rep. J. Moss  
Rep. T. Quinn  
Rep. R. Spendlove  
Rep. N. Thurston

**5 . Draft Legislation, "Acquisition Cost Definition"**

Andrea Valenti Arthur, Associate General Counsel, presented Draft Legislation, "Acquisition Cost Definition".

[5 - Acquisition Cost Definition - 2020FL0347\\_005](#)

**MOTION:** Rep. Sagers moved to pass out "Acquisition Cost Definition" with a favorable recommendation. The motion passed with a vote of 12 - 0 - 7.

Yeas-12

Rep. S. Barlow  
Sen. C. Bramble  
Rep. J. Briscoe  
Sen. G. Davis  
Rep. B. Daw  
Rep. S. Eliason  
Sen. L. Fillmore  
Rep. J. Moss  
Rep. V. Peterson  
Rep. D. Sagers  
Rep. R. Shipp  
Rep. A. Stoddard

Nays-0Absent-7

Rep. F. Gibson  
Sen. D. Hemmert  
Sen. D. Henderson  
Rep. B. Last  
Rep. T. Quinn  
Rep. R. Spendlove  
Rep. N. Thurston

**6 . Draft Legislation, "Nonresident Income Amendments"**

Andrea Valenti Arthur, Associate General Counsel, presented Draft Legislation, "Nonresident Income Amendments".

[6 - Nonresident Income Amendments - 2020FL0525\\_003](#)

John L. Valentine responded to questions from the committee.

Rebecca Rockwell, Commissioner, Utah State Tax Commission, responded to questions.

**MOTION:** Rep. Daw moved to move onto the next agenda item. The motion passed with a vote of 11 - 0 - 8.

Yeas-11

Rep. S. Barlow  
Sen. C. Bramble  
Rep. J. Briscoe  
Rep. B. Daw  
Rep. S. Eliason  
Sen. L. Fillmore  
Rep. J. Moss  
Rep. V. Peterson  
Rep. D. Sagers  
Rep. R. Shipp  
Rep. A. Stoddard

Nays-0Absent-8

Sen. G. Davis  
Rep. F. Gibson  
Sen. D. Hemmert  
Sen. D. Henderson  
Rep. B. Last  
Rep. T. Quinn  
Rep. R. Spendlove  
Rep. N. Thurston

**7 . Draft Legislation, "Property Assessment Procedure Amendments"**

Rep. Steve Eliason presented Draft Legislation, "Property Assessment Procedure Amendments".

[7 - Property Assessment Procedure Amendments - 2020FL0612\\_002](#)

Rebecca Rockwell spoke to the draft legislation.

**8 . Draft Legislation, "Certified Tax Rate Calculation Amendments"**

Rep. Steve Eliason presented Draft Legislation, "Certified Tax Rate Calculation Amendments".

[8 - Certified Tax Rate Calculation Amendments - 2020FL0613\\_003](#)

John L. Valentine spoke to the draft legislation.

**9 . Sales and Use Taxation of Fuels**

Rebecca Rockwell spoke regarding issues on the sales and use taxation of fuels, and answered questions from the committee.

**10 . Sales and Use Taxation of Fuels Used in Condominium and Short-term Rentals**

Rebecca Rockwell explained current practice regarding sales and use taxation of fuels used in condominium and short-term rentals.

Rep. Douglas V. Sagers volunteered to work with the Utah State Tax Commission on the issue of sales and use taxation of fuels.

Rusty Cannon, Utah Taxpayers Association, introduced Nikki E. Dobay, Senior Tax Counsel, Council on State Taxation,

Nikki E. Dobay spoke regarding the impact of imposing sales and use tax on business inputs, and answered questions from the committee.



**MOTION:** Rep. Briscoe moved to adjourn. The motion passed with a vote of 10 - 0 - 9.

Yeas-10

Rep. S. Barlow  
Rep. J. Briscoe  
Rep. B. Daw  
Sen. L. Fillmore  
Sen. D. Hemmert  
Rep. B. Last  
Rep. J. Moss  
Rep. V. Peterson  
Rep. R. Shipp  
Rep. A. Stoddard

Nays-0Absent-9

Sen. C. Bramble  
Sen. G. Davis  
Rep. S. Eliason  
Rep. F. Gibson  
Sen. D. Henderson  
Rep. T. Quinn  
Rep. D. Sagers  
Rep. R. Spendlove  
Rep. N. Thurston